

**WORKFORCE SAFETY & INSURANCE**  
**INVESTMENT PERFORMANCE REPORT AS OF JANUARY 31, 2008**

	January-08				December-07				September-07				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Net	Net	6/30/2007 Net	6/30/2007 Net
<b>LARGE CAP DOMESTIC EQUITY</b>																
<i>Structured Growth</i>																
Los Angeles Capital	16,827,609	1.3%	1.5%	-9.31%	18,694,775	1.4%	1.5%	-1.50%	20,038,975	1.5%	1.5%	0.38%	-10.33%	21.84%	13.35%	N/A
<b>Total Structured Growth</b>	<b>16,827,609</b>	<b>1.3%</b>	<b>1.5%</b>	<b>-9.31%</b>	<b>18,694,775</b>	<b>1.4%</b>	<b>1.5%</b>	<b>-1.50%</b>	<b>20,038,975</b>	<b>1.5%</b>	<b>1.5%</b>	<b>0.38%</b>	<b>-10.33%</b>	<b>21.84%</b>	<b>13.35%</b>	<b>10.94%</b>
<i>Russell 1000 Growth</i>				-7.80%				-0.77%				4.21%	-4.65%	19.04%	8.70%	9.28%
<i>Structured Value</i>																
LSV	17,465,227	1.3%	1.5%	-3.79%	18,288,060	1.4%	1.5%	-5.53%	19,536,466	1.5%	1.5%	-0.89%	-9.92%	23.77%	19.00%	16.55%
Russell 1000 Value				-4.01%				-5.80%				-0.24%	-9.79%	21.87%	15.93%	13.31%
<i>Russell 1000 Enhanced Index</i>																
LA Capital	33,929,998	2.6%	2.9%	-8.07%	37,185,820	2.8%	2.9%	-1.07%	39,893,474	3.0%	2.9%	0.24%	-8.83%	21.27%	13.46%	N/A
Russell 1000				-6.00%				-3.23%				1.98%	-7.23%	20.43%	12.34%	
<i>S&amp;P 500 Enhanced Index</i>																
Westridge	38,928,972	3.0%	2.9%	-5.92%	41,676,104	3.2%	2.9%	-3.04%	44,212,228	3.4%	2.9%	2.18%	-6.79%	21.12%	11.98%	N/A
S&P 500				-6.00%				-3.33%				2.03%	-7.29%	20.59%	11.68%	
<i>Index</i>																
State Street	10,445,422			-7.02%	11,312,428			-6.37%	12,114,575			-0.80%	-13.63%	21.82%	12.34%	11.08%
<b>Total 130/30</b>	<b>10,445,422</b>	<b>0.8%</b>	<b>1.0%</b>	<b>-7.02%</b>	<b>11,312,428</b>	<b>0.9%</b>	<b>1.0%</b>	<b>-6.37%</b>	<b>12,114,575</b>	<b>0.9%</b>	<b>1.0%</b>	<b>-0.80%</b>	<b>-13.63%</b>	<b>21.82%</b>	<b>12.34%</b>	<b>11.08%</b>
S&P 500				-6.00%				-3.33%				2.03%	-7.29%	20.59%	11.68%	10.71%
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>117,597,228</b>	<b>9.0%</b>	<b>9.8%</b>	<b>-6.84%</b>	<b>127,157,187</b>	<b>9.7%</b>	<b>9.8%</b>	<b>-2.89%</b>	<b>135,795,717</b>	<b>10.3%</b>	<b>9.8%</b>	<b>0.62%</b>	<b>-8.97%</b>	<b>21.86%</b>	<b>13.76%</b>	<b>12.22%</b>
S&P 500				-6.00%				-3.33%				2.03%	-7.29%	20.59%	11.68%	10.71%
<b>SMALL CAP DOMESTIC EQUITY</b>																
<i>Manager-of-Managers</i>																
SEI	17,636,901	1.3%	1.6%	-7.57%	19,308,742	1.5%	1.6%	-6.35%	20,862,294	1.6%	1.6%	-3.66%	-16.61%	18.39%	13.70%	14.37%
Russell 2000 + 200bp				-6.65%				-4.09%				-2.60%	-12.80%	18.76%	15.72%	16.16%
<i>Enhanced</i>																
Research Affiliates	17,092,422	1.3%	1.6%	-5.26%	18,299,816	1.4%	1.6%	-7.00%	19,891,299	1.5%	1.6%	N/A	N/A	N/A	N/A	N/A
Russell 2000				-6.82%				-4.58%				-3.09%	-13.83%			
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>34,729,323</b>	<b>2.7%</b>	<b>3.3%</b>	<b>-6.44%</b>	<b>37,608,558</b>	<b>2.9%</b>	<b>3.3%</b>	<b>-6.67%</b>	<b>40,753,593</b>	<b>3.1%</b>	<b>3.3%</b>	<b>-4.98%</b>	<b>-17.03%</b>	<b>18.39%</b>	<b>13.70%</b>	<b>14.37%</b>
Russell 2000				-6.82%				-4.58%				-3.09%	-13.83%	16.44%	13.45%	13.88%
<b>INTERNATIONAL EQUITY</b>																
<i>Large Cap - Active</i>																
Capital Guardian	36,705,554	2.8%	3.2%	-9.18%	40,546,231	3.1%	3.2%	-1.23%	42,837,069	3.3%	3.2%	0.61%	-9.75%	25.99%	21.19%	14.89%
LSV	34,716,286	2.6%	3.2%	-10.58%	38,985,050	3.0%	3.2%	-6.39%	43,485,806	3.3%	3.2%	-3.37%	-19.11%	31.24%	N/A	N/A
<b>Total Large Cap - Active</b>	<b>71,421,840</b>	<b>5.4%</b>	<b>6.4%</b>	<b>-9.87%</b>	<b>79,531,281</b>	<b>6.1%</b>	<b>6.4%</b>	<b>-3.80%</b>	<b>86,322,875</b>	<b>6.6%</b>	<b>6.4%</b>	<b>-1.43%</b>	<b>-14.53%</b>	<b>28.57%</b>	<b>22.95%</b>	<b>18.43%</b>
MSCI EAFE - 50% Hedged				-10.14%				-2.19%				0.11%	-12.01%	26.94%	22.55%	15.71%
<i>Small Cap - Value</i>																
DFA	8,963,486	0.7%	0.8%	-6.60%	9,640,628	0.7%	0.8%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Lazard	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	10,564,102	0.8%	0.8%	-3.92%	N/A	21.03%	20.93%	N/A
<b>Total Small Cap Value</b>	<b>8,963,486</b>	<b>0.7%</b>	<b>0.8%</b>	<b>-6.60%</b>	<b>9,640,628</b>	<b>0.7%</b>	<b>0.8%</b>	<b>N/A</b>	<b>10,564,102</b>	<b>0.8%</b>	<b>0.8%</b>	<b>-3.92%</b>	<b>-10.84%</b>	<b>21.03%</b>	<b>20.93%</b>	<b>N/A</b>
Citigroup Broad Market Index < \$2BN				-9.70%				-5.94%				-0.66%	-15.62%	28.58%	26.34%	
<i>Small Cap - Growth</i>																
Vanguard	8,926,281	0.7%	0.8%	-9.13%	9,868,452	0.8%	0.8%	-4.84%	10,338,193	0.8%	0.8%	-1.48%	-14.81%	31.00%	28.08%	N/A
Citigroup Broad Market Index < \$2BN				-9.70%				-5.94%				-0.66%	-15.62%	28.58%	26.34%	
<b>TOTAL INTERNATIONAL EQUITY</b>	<b>89,311,607</b>	<b>6.8%</b>	<b>8.0%</b>	<b>-9.47%</b>	<b>99,040,362</b>	<b>7.5%</b>	<b>8.0%</b>	<b>-3.97%</b>	<b>107,225,170</b>	<b>8.1%</b>	<b>8.0%</b>	<b>-1.70%</b>	<b>-14.54%</b>	<b>28.02%</b>	<b>23.43%</b>	<b>17.15%</b>
MSCI EAFE - 50% Hedged				-10.14%				-2.19%				0.11%	-12.01%	26.94%	22.55%	15.71%
<b>DOMESTIC FIXED INCOME</b>																
<i>Core Bond</i>																
Western Asset	190,084,085	14.5%	14.1%	1.78%	187,051,148	14.2%	14.1%	1.63%	185,854,188	14.1%	14.1%	1.87%	5.37%	7.29%	4.44%	5.64%
Lehman Aggregate				1.68%				3.00%				2.84%	7.71%	6.12%	3.98%	4.48%
<i>Mortgage Backed</i>																
Hyperion	50,688,410	3.9%	4.0%	0.58%	50,034,672	3.8%	4.0%	-1.00%	50,585,385	3.8%	4.0%	-1.78%	-2.20%	N/A	N/A	N/A
Lehman Global Aggregate (US Securitized Portion)				2.04%				3.15%				3.88%	9.34%			
<i>Core Plus/Enhanced</i>																
Clifton Group	55,813,696	4.3%	4.0%	2.46%	54,528,815	4.2%	4.0%	3.99%	52,474,224	4.0%	4.0%	4.41%	11.25%	5.52%	N/A	N/A
Prudential	52,753,445	4.0%	4.0%	0.98%	52,282,152	4.0%	4.0%	2.45%	51,080,404	3.9%	4.0%	1.95%	5.47%	N/A	N/A	N/A
<b>Total Core Plus/Enhanced</b>	<b>108,567,141</b>	<b>8.3%</b>	<b>8.0%</b>	<b>1.73%</b>	<b>106,810,966</b>	<b>8.1%</b>	<b>8.0%</b>	<b>3.23%</b>	<b>103,554,628</b>	<b>7.9%</b>	<b>8.0%</b>	<b>3.18%</b>	<b>8.37%</b>	<b>5.95%</b>	<b>N/A</b>	<b>N/A</b>
Lehman Aggregate				1.68%				3.00%				2.84%	7.71%	6.12%		
<i>Index</i>																
Bank of ND	95,330,271	7.3%	7.0%	1.99%	93,572,032	7.1%	7.0%	3.04%	92,515,653	7.0%	7.0%	3.09%	8.35%	5.45%	2.92%	4.32%
Bank of ND CD'S	37,227,412	2.8%	2.8%	0.42%	37,309,958	2.8%	2.8%	1.24%	37,539,634	2.9%	2.9%	1.25%	2.94%	5.33%	N/A	N/A
<b>Total Index</b>	<b>132,557,682</b>	<b>10.1%</b>	<b>9.8%</b>	<b>1.55%</b>	<b>130,881,990</b>	<b>10.0%</b>	<b>9.8%</b>	<b>3.10%</b>	<b>130,055,287</b>	<b>9.9%</b>	<b>9.9%</b>	<b>2.56%</b>	<b>6.76%</b>	<b>5.80%</b>	<b>2.91%</b>	<b>4.25%</b>
Lehman Gov/Credit (1)				1.90%				3.10%				3.01%	8.22%	6.00%	3.04%	4.35%
<i>BBB Average Quality</i>																
Wells Capital (formerly Strong)	187,107,116	14.3%	14.1%	1.07%	185,437,569	14.1%	14.1%	1.98%	183,388,412	13.9%	14.1%	1.48%	4.60%	7.93%	4.86%	6.59%
Lehman US Credit BAA				0.36%				1.90%				1.67%	3.99%	7.54%	4.47%	6.59%
<b>TOTAL DOMESTIC FIXED INCOME</b>	<b>669,004,434</b>	<b>51.0%</b>	<b>50.0%</b>	<b>1.44%</b>	<b>660,216,345</b>	<b>50.3%</b>	<b>50.0%</b>	<b>1.95%</b>	<b>653,437,900</b>	<b>49.6%</b>	<b>50.0%</b>	<b>1.81%</b>	<b>5.29%</b>	<b>7.20%</b>	<b>4.04%</b>	<b>5.45%</b>
Lehman Aggregate (2)				1.68%				3.00%				2.84%	7.71%	6.12%	4.13%	4.87%
<b>TREASURY INFLATION PROTECTED SECURITIES (TIPS)</b>																
Northern Trust Global Investments	153,666,311	11.7%	11.0%	4.08%	151,127,642	11.5%	11.0%	5.07%	146,169,453	11.1%	11.0%	4.57%	14.36%	3.93%	3.78%	N/A
Western	153,604,730	11.7%	11.0%	3.94%	150,135,547	11.4%	11.0%	4.16%	145,031,121	11.0%	11.0%	5.14%	13.82%	3.35%	3.40%	N/A
<b>TOTAL TIPS</b>	<b>307,271,041</b>	<b>23.4%</b>	<b>22.0%</b>	<b>4.01%</b>	<b>301,263,189</b>	<b>22.9%</b>	<b>22.0%</b>	<b>4.62%</b>	<b>291,200,574</b>	<b>22.1%</b>	<b>22.0%</b>	<b>4.85%</b>	<b>14.09%</b>	<b>3.64%</b>	<b>3.59%</b>	<b>N/A</b>
LB US TIPS Index				3.96%				4.97%				4.54%	14.08%	4.07%	3.96%	N/A
<b>REAL ESTATE</b>																
JP Morgan	89,638,671	6.8%	6.0%	-0.12%	87,688,146	6.7%	6.0%	3.18%	85,046,061	6.5%	6.0%	3.48%	6.64%	16.00%	N/A	N/A
NCREIF Total Index				1.06%				3.21%				3.56%	6.02%	17.24%	17.14%	N/A
<b>CASH EQUIVALENTS</b>																
Bank of ND	2,961,184	0.2%	1.0%	0.29%	645,372	0.0%	1.0%	0.96%	3,090,960	0.2%	1.0%	1.24%	2.51%	5.36%	4.10%	3.00%
90 Day T-Bill				0.50%				1.05%				1.34%	2.92%	5.21%	3.78%	2.76%
<b>TOTAL WSI</b>	<b>1,310,513,488</b>	<b>100.0%</b>	<b>100.0%</b>	<b>0.07%</b>	<b>1,313,619,159</b>	<b>100.0%</b>	<b>100.0%</b>	<b>1.40%</b>	<b>1,316,549,976</b>	<b>100.0%</b>	<b>100.0%</b>	<b>1.93%</b>	<b>3.43%</b>	<b>10.33%</b>	<b>6.98%</b>	<b>7.90%</b>
POLICY TARGET BENCHMARK				0.16%				2.16%				2.77%	5.16%	9.58%	7.13%	7.50%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.